14 March 2022

ASX Market Announcements
ASX Limited
20 Bridge Street
Sydney NSW 2000

BY ELECTRONIC LODGEMENT

## Monthly NTA Statement and Investment Update as at 28 February 2022

In accordance with ASX Listing Rule 4.12, please find attached statement of TGF's net tangible asset backing of its quoted securities as at 28 February 2022.

For any enquiries please contact TGF at TGFinvestors@tribecaip.com.au or by calling +61 2 9640 2600.

Authorised for release by the Board of Tribeca Global Natural Resources Limited.

Ken Liu
Company Secretary
**Tribeca Global Natural Resources Limited**

# Monthly NTA Statement

## Investment Update as at 28 February 2022

The Company recorded a strong gain in February, with NTA increasing by 5.97% on a pre-tax basis and 4.40% on a post-tax basis (from $177.33m to $185.14m). In terms of sector attribution, the primary detractor was Battery Metals (-1.60%) and Carbon Credits (-1.46%). Base Metals (+4.02%), Uranium (+2.04%) and Diversified Mining (+1.76%) were responsible for gains in February. February was characterised by volatility and uncertainty as the world watched tensions escalate between Russia and Ukraine; ultimately, resulting in the Russian invasion of Ukraine. The resultant imposition of sanctions on Russia had had an immediate impact across the commodity spectrum, but was particularly severe for those commodities of which Russia and Ukraine are major exporters –oil, gas, nickel, palladium and grains.

The disruption amplified what was already a tight market for these commodities providing a tailwind for base metal prices, which contributed strongly to the portfolio reversing January's negative performance. Mincor Resources, a nickel producer, contributed + 1.11% and Chalco, an aluminium producer, contributed + 0.97% to the portfolio.

Mincor reached a significant milestone in February when it delivered its first high-grade nickel ore to BHP in preparation for the restart of the Kambalda nickel concentrator expected expected to occur during the June quarter.

Aluminium prices have risen strongly, benefitting our position in Chalco. As one of the world's largest vertically integrated aluminium producers, Chalco is well positioned to take advantage of ongoing market tightness, driven in part by Russian curtailments, but also due to extended smelter suspensions in Europe as a result of surging power prices. We remain confident that Chalco will continue to thrive in these conditions and realise value as share price performance has not kept up with its rapidly increasing EBITDA. For example, the share price was 4x higher in 2007 when Chalco's EBITDA was lower than it is today.

Uranium (+2.04%) and Diversified Producers (+1.76%) were strong contributors to performance in February, in particular Teck Resources (+1.07%), a diversified natural resources miner, and Energy Fuels (+1.26%), a uranium producer. Teck is benefiting from surging oil and steelmaking coal prices. Energy Fuels, by function of its ownership of the only permitted and operational uranium mill in the US, produces uranium and is expanding to produce rare earth elements and vanadium for the American market. This is a highly strategic asset given the essential nature of these commodities to the decarbonisation thematic.

Unlike previous quarters, Carbon Credits (-1.46%) detracted from the portfolio in February. There has been a substantial de-risking event across many financial assets and, unsurprisingly, carbon is no exception. Whilst it hard to gauge the extent of speculative activity in carbon, it is self-evidently a market that had had a very strong run up in the past 12 months or so, and thus subject to a reversal. Rising energy prices have also led some to question governments and investors' short-term commitment to decarbonisation strategies, creating a level of uncertainty around the near term pricing of carbon credits, especially compliance markets. As a result, we have seen particular weakness in the more liquid compliance markets such as the EUAs (carbon credits used in the EU Emissions Trading Scheme). A sharp decline in ACCUs (Australian Carbon Credit Units) due to changing government regulation in the Australian compliance market has solidified our belief that we are correct to focus on voluntary markets which are not subject to government intervention. Relative to compliance markets, the voluntary carbon credits in which we have invested have not fallen as far, giving us confidence that our strategy of focusing on high quality, nature-based voluntary credits will continue to reward investors. Indeed, we believe this pull back provides an opportunity to add further exposure.

Battery Metals (-1.60%) detracted from performance, namely Alpha HPA (-0.84%) and Neo Performance Materials (-0.55%). Alpha HPA has been a victim of the sell-off across the wider battery metals sector, which has seen companies involved in the electric vehicle and battery construction processes lose value. The weakness in the sector is temporary and we are firm in our belief that Alpha HPA will have a strong and profitable role to play during the decarbonisation thematic as Alpha HPA delivers aluminium-based chemicals for batteries and LED lighting. Neo's stock price struggled due to concerns over their exposure to rare earth feedstock sourced from Russia for their processing plant in Estonia. This created concerns over a possible cut in output. However, we are confident that Neo will traverse this difficult period due to a new supply agreement with Energy Fuels that seeks to offset the supply risk from Russia.

Overall, the tragic circumstances in Ukraine have created an especially volatile market. The conflict has forced investors to reassess the shape in which decarbonisation will continue as the energy crisis changes the economics for producers relying on energy to function. That said, household and corporate balance sheets are in reasonable shape to absorb this shock. We do not see a major recession as anything other than a very low risk, given current employment levels and record earnings. Specifically, markets have extrapolated the recent price moves in energy into the medium term. We do not subscribe to the view that energy prices cannot reverse either quickly (if there is a regime change in Russia) or in the medium term (as supply chains and economies adjust). Energy prices are particularly susceptible to extreme volatilities. It is hard to believe that only 2 years ago, the oil price temporarily dipped into negative territory. Assumptions at the time were that it would stay low in the medium term. There is a lesson in extrapolating price shocks for all. Economies are agile, supply chains adjust, economies reposition.

We see the more likely path as no different this time (just the opposite). The demand destruction assumed that would take place for carbon in the medium term by extreme energy prices is likely to be misplaced, in our view. The world has other priorities at this time, with the humanitarian impact on Ukraine rightly taking precedence.

In anything bar the shortest time horizon, the world does need to pivot back to the overriding global political goal, being the need to transition economies to low/zero carbon pathways. While market volatility and reactions to the conflict are a concern that we are monitoring carefully, we believe the portfolio remains well balanced and exposed towards companies such as Santos which are benefiting from the current windfall gains and we are also utilising short term dislocations to add to longer term high conviction exposures.

## 15 Largest Long Equity Holdings (in alphabetical order)

| | |
|---|---|
| Agnico Eagle Mines Ltd | AEM CA |
| Alpha HPA Ltd | A4N AU |
| Aluminium Corp of China Ltd | 2600 HK |
| American Pacific Borates Ltd | ABR AU |
| Boss Resources Ltd | BOE AU |
| Chalice Mining Ltd | CHN AU |
| Develop Global Ltd | DVP AU |
| Energy Fuels Inc | UUUU US |
| Hudbay Minerals Inc | HBM CA |
| Mincor Resources | MCR AU |
| Neo Performance Materials Inc | NEO CA |
| Nickel Mines | NIC AU |
| Northern Star resources | NST AU |
| Santos Limited | STO AU |
| Syrah Resources Ltd | SYR AU |

## Private Credit Exposure Breakdown by Sector

| | |
|---|---|
| Soft Commodities Services | 49% |
| Diversified Commodities & Other | 34% |
| Gas | 4% |
| Soft Commodities | 7% |
| Bulk Mining | 7% |

Source: Tribeca Investment Partners

## Key Details as at 28 February 2022

| | |
|---|---|
| ASX Code | TGF |
| Share Price | $2.59 |
| Shares on Issue | 61.50 million |
| Market Capitalisation | $159.29 million |
| Listing Date | 12 October 2018 |

## Net Tangible Assets (NTA) Per Share

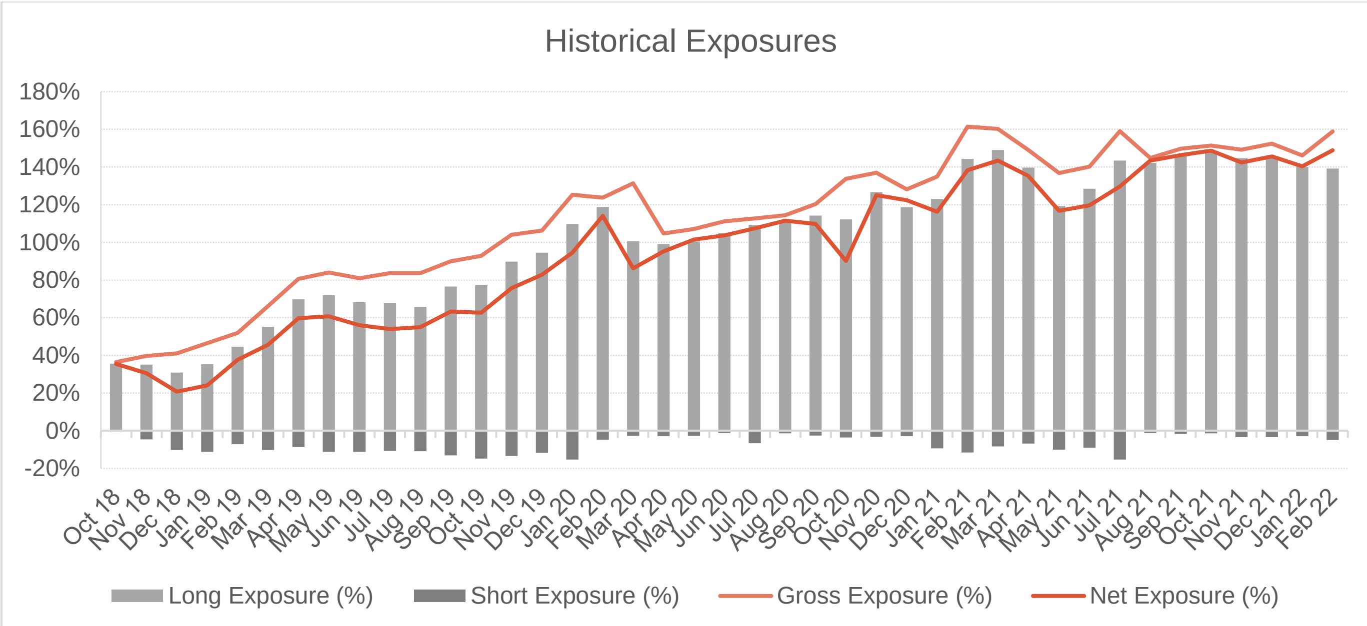
| | |
|---|---|
| NTA Pre-Tax | $3.2225 |
| NTA Post-Tax | $3.0104 |

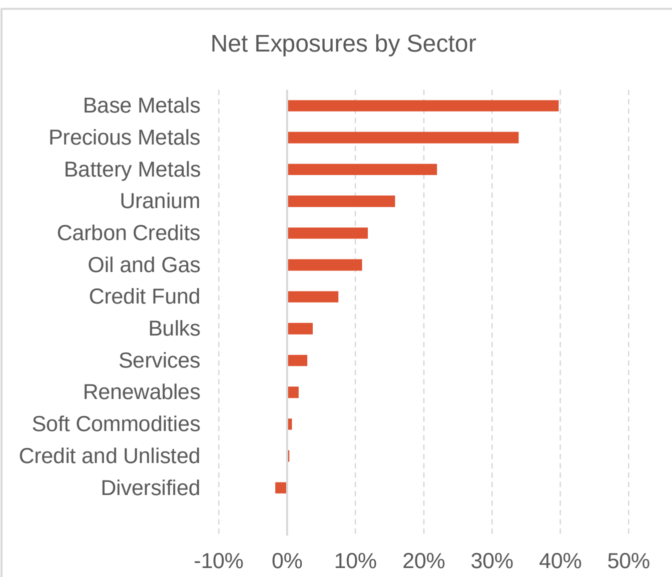
Source: Citco Fund Services

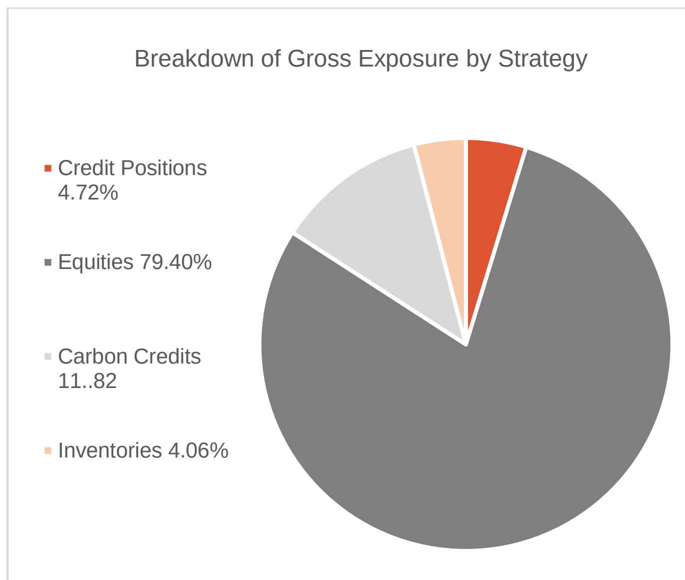
## Net Performance

| | |
|---|---|
| 1 Month (Pre-tax) | 5.97% |
| 1 Month (Post-tax) | 4.40% |
| Financial YTD (Post-tax) | 18.42% |
| Total Return Since Inception (Post-tax) | 20.42% |

Tribeca
Global Natural Resources




| Board of Directors | | Key Contacts | |
|---|---|---|---|
| Chairman: | Bruce Loveday | Company Secretary: | Ken Liu |
| Independent Director: | Rebecca O'Dwyer | Investor Relations: | TGFinvestors@tribecaip.com.au |
| Independent Director: | Nicholas Myers | Share Registry: | Boardroom Pty Ltd |
| Director: | Benjamin Cleary | | Level 12, 225 George Street |
| Director: | Todd Warren | | Sydney NSW 2000 |

Signatory of: PRI Principles for Responsible Investment

Climate Active Carbon Neutral Organisation